## Sales and Use Tax (Retailer's Use Tax)

Is there a difference between Retailer's Use Tax and Consumer Use Tax?

Retailer's use tax is collected by an out-of-state business *only*, meaning it does not have a physical location in Colorado. It applies to items shipped into Colorado from another state. While the 2.9 percent rate of tax is the same as consumer use tax, retailer's use tax is filed on Form DR 0173 Retailers Use Tax return.

Consumer use tax is charged to businesses and individuals who make a purchase either in-state or out-of-state but have not paid the regular state sales tax. If state sales tax has not been collected on the item(s) purchased the consumer use tax must be paid by the buyer or business and remitted to the state.

See also Consumer Use Tax